

State of Utah  
Division of Oil Gas & Mining  
Mining/Exploration Summary

09/09/1999

**LARGE MINING OPERATION**Permt # **M450022**Name: **KNOLLS SOLAR PONDS****Permit Status**

Status: **APP**      Approved:   
Recieved: **03/25/1987**      **09/10/1987**   
Tent Appr: **05/05/1987**

**Mine Status**

Status: **ACT**   
Date: **09/04/1998**

**Ownership**

Surface: **BLM ST**   
Mineral: **BLM ST**

**Location**

UTMX: **312,160**   
UTMY: **4,524,072**

**Methods**Minerals Mined/Explored: **MAGNESIUM**Surf/Under: **SURFACE**

Methods Used:

**Bonding**

|                          |                    |               |
|--------------------------|--------------------|---------------|
| Approved Acres           | Acres Released     | Date Released |
| <b>176</b>               | <b>0</b>           | <b>/ /</b>    |
| Bond Type                |                    |               |
| <b>SURETY - GULF INS</b> |                    |               |
| Bond Amount:             | Date Bond Expires: |               |
| <b>\$ 110,000</b>        | <b>12/30/1995</b>  |               |

**Permit Fees**

|                   |                    |
|-------------------|--------------------|
| Date Sent         | Date Received      |
| <b>06/30/1999</b> | <b>08/02/1999</b>  |
| Fee Received      | Cash Receipt       |
| <b>\$ 750</b>     | <b>0NROG000014</b> |
| Deliquent Notice  |                    |
| <b>/ /</b>        |                    |

**Comments:**

9/9/99 - Frontier surety returned to William Armstrong, Renco Group, Inc.

9/8/99 - Phone call from Phil Armstrong regarding DOGM 8/23/99 letter. Gulf bond is still in place and will remain so. Wants Frontier bond returned to them so they can return it to the insurance company.

8/23/99 - Letter sent to operator stating we had received replacement surety, but we cannot accept this bond - it has several errors, one of which is the amount needs to be updated from 1990 when it was last reviewed; also it was submitted on old bond forms which are no longer used by the Division. The existing Gulf bond is still in place. Copies of existing Gulf bond, new Frontier replacement bond, and new bonding form sent along with letter, per operator's request.

**Last Action**Action: **98 FEE**Start Date: **06/26/1998**End Date: **07/14/1998**

Fee \$750 - Receipt # 9NR0G000005

**Last Inspection**Date **05/07/1990**

Inspector

**Last Annual Report 1998**Acreage: **176.0**Acr Reclaimed: **0.0**Production: **3,7 ,M g****Last Agency Action**

Agency:

Agency ID:

Date: **/ /****Operator MAGNESIUM CORP OF AMERICA**Oper Id: **517**

TaxID

Contact: **LEE R BROWN**Address: **238 N 2200 W**Phone: **(801) 532-2043**Fax **(801) 534-1407****SALT LAKE CITY UT 84116**

E-Mail

**Location**

|      |     |     |           |              |              |          |      |       |
|------|-----|-----|-----------|--------------|--------------|----------|------|-------|
| Qqqr | Qqr | Qtr | Section   | Township     | Range        | Merid    | Quad | Sheet |
|      |     |     | <b>05</b> | <b>N01.0</b> | <b>W12.0</b> | <b>S</b> |      |       |
|      |     |     | <b>36</b> | <b>N01.0</b> | <b>W13.0</b> | <b>S</b> |      |       |
|      |     |     | <b>01</b> | <b>S01.0</b> | <b>W13.0</b> | <b>S</b> |      |       |

**000497**